

19 February 2010

The Manager  
Company Announcements Office  
Australian Securities Exchange Limited  
Bridge Street  
SYDNEY NSW 2000

Dear Sir

**AXIOM MINING LIMITED RELEASE (ASX CODE "AVQ")  
OFFER TO ACQUIRE OUTSTANDING SHAREHOLDING IN  
OZMIN RESOURCES PTY LTD**

The Directors of Axiom Mining Limited ("**Axiom**") announce that Axiom has issued an offer to 17 shareholders of its subsidiary Ozmin Resources Pty Ltd ("**Ozmin**") to acquire all of the issued shares in Ozmin not currently held by Axiom in exchange for shares in Axiom ("**Offer**"). If the Offer is accepted by all those shareholders and subject to satisfaction of certain preconditions including the approval of shareholders of Axiom at a general meeting Ozmin would again become a wholly owned subsidiary of Axiom.

The shareholders to whom the Offer has been made subscribed for their shares in Ozmin under the terms of a Deed of Company Arrangement when Ozmin was taken out of Voluntary Administration in July 2009 and through a subsequent capital raising. Axiom currently holds 30% of the issued capital in Ozmin.

Ozmin holds certain mining tenements in Australia and the Board of Axiom has determined that, to enable additional capital to be raised by Axiom for the development of an effective exploration program to exploit the Axiom and Ozmin mining tenements, it is in the interest of all shareholders of Axiom that it acquires the outstanding majority shareholding of Ozmin to become a wholly owned subsidiary of Axiom.

Subject to acceptance of the Offer by all those shareholders by 5pm 25 February 2010 the Board of Axiom will cause a general meeting of Axiom to be convened to consider such approvals of its shareholders as may be required by the ASX in accordance with the ASX Listing Rules for the transaction to be completed. Full details of the Offer and its impact on Axiom will be provided in an Explanatory Statement with the Notice of Meeting.

The Directors of Axiom are, notwithstanding the conditional nature of the Offer, confident that it will be accepted by all shareholders of Ozmin so that the transaction may be successfully concluded.

All progress regarding the acceptance of the Offer will be advised to shareholders so that the market may be fully informed.

Yours faithfully,



John Cook  
Chairman